

Additional 2009 Sales and Use Tax Change

New Information

This memo contains sales and use tax rate information for the use by vehicle industry members that remit use tax **directly** to the Department of Motor Vehicles (DMV). Most vehicle industry members (retail sellers) are required to remit sales or use tax on vehicle/or undocumented vessel sales directly to the Board of Equalization (BOE), and they must continue to submit these taxes to BOE.

Effective July 1, 2009, the sales and use tax rate changed as shown below:

- The county of Los Angeles tax rate *increased* by 0.50%.
- The city of Laguna Beach tax rate *decreased* by 0.50% for residents with zip codes 92651 and 92652.

For complete state, county, and city (special district) sales and use tax rate information, please see the Board of Equalization's (BOE) website at <http://www.boe.ca.gov/index.htm>.

Procedures

Remit sales or use tax based on the new state, county, and city tax rates for:

- Original applications with a date first operated or date fees due on July 1, 2009, or later.
- Transfer applications with a purchase date of July 1, 2009, or later.

Background

Registered voters of certain cities and counties approved measures to raise sales and use tax rates in their cities and counties. Decreases in tax rates also occurred, as some of these tax increases end after a certain period of time.

Reference

California Vehicle Code, §§4000 (d), 4300.5, 5600, 9928, 38211

California Revenue and Taxation Code, §§6051.7, 6201.7, 6275, 6291, 6294

Distribution

Notification that this memo is available online at **www.dmv.ca.gov** under Publications was made via e-mail alert in July 2009.

Contact

Call the DMV Customer Communications Section, at (916) 657-6560 for further clarification of this memo. Upon request, this document can be produced in Braille or large print.

A handwritten signature in blue ink, appearing to read "J. Shiimoto". The signature is fluid and cursive, with a large loop at the beginning.

JEAN SHIOMOTO, Deputy Director
Communication Programs Division